COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF THE UNION) CASE NO. 94-486-C
LIGHT, HEAT AND POWER COMPANY)
FROM NOVEMBER 1, 1995 TO)
APRIL 30, 1996)

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on June 13, 1996 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of The Union Light, Heat and Power Company ("ULH&P") for the 6 months ended April 30, 1996.

As part of this review, the Commission ordered ULH&P to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. ULH&P has complied with this Order. A public hearing was held in this matter on August 22, 1996.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that ULH&P has properly calculated and applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by ULH&P through the FAC for the period November 1, 1995 through April 30, 1996 are approved.

Done at Frankfort, Kentucky, this 11th day of October, 1996.

PUBLIC SERVICE COMMISSION

Chairman

El J Helfon

ATTEST:

Executive Director